



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: HB 1490 HLS 10RS 2314

Bill Text Version: ENGROSSED

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.: HB 200

Date:	May 26, 2010	12:35 PM	Author:	CONNICK
Dept./Agy.:			Analyst:	Evan Brasseaux
Subject:				

PUBLIC CONTRACTS/BIDS

EG SEE FISC NOTE See Note

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Provides limitations on persons convicted of felonies from participating in governmental contracts

The proposed legislation provides that any public entity is authorized to reject the lowest bid or a contract from a business in which any individual with an ownership interest of five percent or more has been convicted of, or has entered a plea of guilty or nolo contendere to any state crime of equivalent federal crime committed in the solicitation or execution of a contract or bid awarded under the laws governing public contracts.

EXPENDITURES	2010-11	2011-12	2012-13	2013-14	2014-15	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2010-11	2011-12	2012-13	2013-14	2014-15	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

The proposed legislation may result in an indeterminable increase in state and local government expenditures. The proposed legislation authorizes public entities to reject the lowest bid or a contract from a business in which any individual with an ownership interest of five percent or more has been convicted of, or has entered a plea of guilty or nolo contendere to any state crime of equivalent federal crime committed in the solicitation or execution of a contract or bid awarded under the laws governing public contracts. To the extent that state and local governmental entities choose to reject lower cost bids due to this provision, expenditures may increase by an indeterminable amount. Such an increase will ultimately depend upon the competitiveness of the bidding and the cost of rejecting the low bid in such situations.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate

☐ 13.5.1 >= \$100,000 Annual Fiscal Cost

☐ 13.5.2 >= \$500,000 Annual Tax or Fee Change

Dual Referral Rules

House

☐ 6.8(F) >= \$100,000 Annual SGF Cost

☐ 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease

H. Gordon Monk
Legislative Fiscal Officer